[Second Reprint]

SENATE, No. 708

STATE OF NEW JERSEY

214th LEGISLATURE

PRE-FILED FOR INTRODUCTION IN THE 2010 SESSION

Sponsored by:

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SYNOPSIS

"Transparency in Government Act;" provides for establishment of State public finance website; requires certain public entities receiving State funds to establish similar website.

CURRENT VERSION OF TEXT

As reported by the Senate Budget and Appropriations Committee on May 13, 2010, with amendments.



(Sponsorship Updated As Of: 2/2/2010)

AN ACT providing for the establishment of a State public finance website and designated as the Transparency in Government Act, supplementing chapter 18A of Title 52 of the Revised Statutes.

BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

1. This act shall be known and may be cited as the "Transparency in Government Act."

2. As used in this act,

"Chief Technology Officer" means the person appointed by and serving at the pleasure of the Governor who is responsible for the day-to-day operations of the Office of Information Technology.

"Public Finance Transparency Committee" means the committee established pursuant to section 4 of P.L. , c. (C.) (pending before the Legislature as this bill).

"Searchable website" means an Internet website that allows the general public to search and aggregate data and information identified in section 3 of this act. The term shall include requirements that the website offer the general public the ability to search and display data, and ascertain the total amounts of: (1) revenues and expenditures of funds established within the State treasury; (2) compensation paid to public employees of State agencies; and (3) bond debt as specified in this act, in an aggregate or summary form in a manner determined by the State Treasurer, in consultation with the Chief Technology Officer and the Public Finance Transparency Committee.

"State agency" or "agency" means any of the principal departments in the Executive Branch of State Government, and any division, board, bureau, office, commission, or other instrumentality within or created by such principal department; the Legislature of the State and any office, board, bureau, or commission within or created by the Legislative Branch of State Government; the Judiciary of the State and any office, board, bureau, or commission within or created by the Judicial Branch of State Government; and any independent State authority, commission, instrumentality, or agency.

 3. a. On or before July 1, 2011, the State Treasurer, in consultation with the Chief Technology Officer, shall design, develop, and maintain a single, searchable Internet website that is accessible to the general public without charge and that includes

EXPLANATION – Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined thus is new matter.

Matter enclosed in superscript numerals has been adopted as follows:

¹Senate SSG committee amendments adopted February 1, 2010.

²Senate SBA committee amendments adopted May 13, 2010.

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- (1) annual State agency expenditures, as determined by the State Treasurer and as available within the central accounting system and State payroll system, which shall include but not be limited to:
 - (a) disbursements by a State agency from funds established within the State treasury;
 - (b) bond debt services including, but not limited to, amounts of bond debt or interest paid and sources of funds for bond issues;
 - (c) salaries and wages including, but not limited to, compensation paid to employees of State agencies;
- 11 (d) contractual service purchases including, but not limited to, 12 amounts paid to vendors;
 - (e) commodity purchases including, but not limited to, amounts paid to vendors;
 - (f) capital outlay and improvements including, but not limited to, amounts paid to vendors;
 - (g) aid to local units of government including, but not limited to, amounts paid to individual units of local government for aid programs; ²[and]²
 - (h) additional forms of assistance and benefits deemed relevant by the State Treasurer²; and
 - (i) the exact amount of each such expenditure and the name and address of each individual, organization, business or other entity receiving such monies².
 - (2) annual State revenues, as determined by the State Treasurer and as available within the central accounting system, which shall include but not be limited to:
 - (a) receipts and deposits by any State agency into funds established within the State treasury;
 - (b) taxes including, but not limited to, compulsory contributions imposed by the State for the purpose of financing services;
 - (c) agency earnings including, but not limited to, amounts collected by each agency for merchandise sold, services performed, licenses, and permits issued, or regulation;
 - (d) revenue for the use of money and property including, but not limited to, amounts received for compensation for the use of Stateowned money and property;
 - (e) gifts, donations, and federal grants including, but not limited to, amounts received from public and private entities to aid in support of a specific function or other governmental activity;
- 41 (f) other revenue including, but not limited to, receipts not 42 classified elsewhere; and
 - (g) non-revenue receipts including, but not limited to, all receipts that do not constitute revenue.
- 45 (3) annual State bonded indebtedness, as determined by the 46 State Treasurer and as available within the central accounting 47 system, which shall include but not be limited to:

- 1 (a) amount of the total original obligation stated in terms of 2 principal and interest;
 - (b) term of the obligation;

- (c) source of funding for repayment of the obligation;
- 5 (d) amounts of principal and interest previously paid to reduce 6 the obligation;
 - (e) remaining balance of the obligation;
- 8 (f) data and information related to refinancing of the obligation; 9 ²[and]²
- 10 (g) cited statutory or constitutional authority to issue such bonds 11 ²:
- 12 (h) specific names of firms or individuals serving as bond 13 counsel; and
 - (i) the names of the banks assisting in the sale of bonds².
 - (4) any other data or information specified by the State Treasurer after consulting with and seeking the advice of the Chief Technology Officer and the Public Finance Transparency Committee.
 - b. (1) The public finance website shall include all data and information enumerated in subsection a. of this section for fiscal year 2000 and each fiscal year thereafter. Such data and information posted on the website may be periodically updated, but shall not be subject to removal.
 - (2) All data and information that is available in the central accounting and State payroll systems shall be made available on the public finance website as soon as practicable, but not later than 45 days after the last day of the preceding fiscal year.
 - (3) The State Treasurer shall develop policies and procedures, in accordance with the provisions of the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), to make data and information available from any other source.
 - (4) Notwithstanding any other law to the contrary, the State Treasurer shall not be required to provide data and information on the public finance website that is not available in the central accounting system and the State payroll system at the time of the website's initial implementation.
 - (5) All State agencies are directed to cooperate with the State Treasurer, the Chief Technology Officer, and the Public Finance Transparency Committee in compiling the data and information necessary to comply with the provisions of this act.
 - (6) Nothing in this act shall require the disclosure of information deemed private, personal, or confidential by State or federal law.
 - 4. a. There is established in the Department of the Treasury the Public Finance Transparency Committee to advise, consult, and coordinate with the State Treasurer and the Chief Technology

- 1 Officer regarding the scope, content, and format of the public
- 2 finance website developed to comply with the provisions of section
- 3 3 of this act.

- b. The committee shall be comprised of nine members, including:
 - (1) the State Treasurer or the Treasurer's designee;
 - (2) the Chief Technology Officer or the Officer's designee;
 - (3) the Director of the Division of Budget and Accounting in the Department of the Treasury or the Director's designee;
 - (4) two members who are commissioners, directors, or officers of a State agency, who shall be appointed by the Governor; and
 - (5) four members of the general public, two who shall be appointed by the Governor, one who shall be appointed by the President of the Senate, and one who shall be appointed by the Speaker of the General Assembly.
 - c. The committee shall organize as soon as practicable, but no later than the 30th day after the appointment of a majority of its members. The State Treasurer or the Treasurer's designee shall serve as the chairperson of the committee, but the committee shall select a vice-chairperson from among its members and appoint a secretary who need not be a member of the committee.
 - d. Vacancies in the membership of the committee shall be filled in the same manner provided for the original appointments ² and shall be filled within 30 days of the occurrence thereof². Five members of the committee shall constitute a quorum and the affirmative vote of five members shall be necessary for any action taken by the committee. Any vacancy in membership shall not prohibit the quorum of the committee from exercising its respective rights and its duties.
 - e. The committee may meet at the call of the chair and hold hearings at the times and in the places it deems necessary and appropriate to fulfill its charge. The committee shall be entitled to call to its assistance, and avail itself of the services of, the employees of any State, county, or municipal department, board, bureau, commission, or agency as it may require and as may be available for its purposes.
 - f. The public members of the committee shall serve without compensation, but may be reimbursed for traveling and other miscellaneous expenses necessary to perform their duties, within the funds made available to the committee for its purposes.
 - g. It shall be the duty of the committee to:
- (1) serve in an advisory capacity to the State Treasurer, who shall from time to time consult with and seek the advice of the committee on matters related to the development and expansion of the public finance website as well as opportunities to make the website more accessible to the general public;

- (2) advise the State Treasurer and the Chief Technology Officer, 2 after implementation of the initial website, on incorporating 3 additional data and information described by this act from any other 4 source of data or information available to the State Treasurer or Chief Technology Officer, including information submitted by a State agency pursuant to paragraph (5) of subsection b. of section 3 6 7 of this act;
 - (3) seek the advice of and receive feedback from the general public, professional associations, State agencies, academic groups and institutions, and individuals with knowledge of and interest in areas of public information access, gateway services, add-on services, and electronic information for the general improvement of the public finance website; and
 - (4) issue an annual report to the Governor and, pursuant to section 2 of P.L.1991, c.164 (C.52:14-19.1), to the Legislature regarding the progress in developing and implementing the public finance website; public input and feedback concerning the utility of the website and recommendations for its improvement; and proposed enhancements to the website in terms of content, format, policies, and procedures, reports, and other matters as deemed appropriate by the State Treasurer and the Chief Technology Officer.

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- ¹5. Notwithstanding any law, rule or regulation to the contrary, any county, municipality, State or local authority, school board or other instrumentality of the State that receives direct grants or funds from the State during any fiscal year shall, within 90 days after the effective date of P.L. , c. (C.)(pending before the Legislature as this bill), and prior to the receipt of any additional funds in the next fiscal year, present a detailed plan to the State Treasurer for an Internet website that will be provided by the public entity and readily accessible to the general public without charge that shows in detail:
- 1) the total amount of expenditures, specified by category including, but not limited to, bond debt services and interest, salaries and wages paid to employees, contractual service purchases including amounts paid to vendors, commodity purchases including amounts paid to vendors, capital outlays and improvements including amounts paid to vendors, and aid paid to subunits of the entity; ² and]²
- 2) the total amount of funds received during the fiscal year and the sources thereof, specified by category including, but not limited to revenue derived from the receipts and deposits from any State agency, taxes including compulsory tolls or fees imposed by the public entity for the purpose of financing services, the amounts received as compensation for the use of property owned or used by

the public entity, and gifts, donations and federal grants and other sources of revenue not classified elsewhere; ² and

3) the total amount of annual bonded indebtedness of the entity, specified by category, including but not limited to the amount of the original obligation stated in terms of principal and interest, the terms of the obligation and the source of funding for the repayment thereof, the amounts of principal and interest previously paid to reduce the obligation and the remaining balance of the obligation, the data and information related to refinancing of the obligation, if such refinancing occurred, the statutory or constitutional authority to issue such bonds, the name of the firms or individuals serving as bond counsel, and the name of the banks assisting in the sale of bonds².

Once a plan has been submitted by a public entity, and reviewed and accepted by the Treasurer, the entity shall have six months to implement the plan for the website and have it readily available to the general public without charge.

In the event that a plan has been submitted and reviewed by the Treasurer and the Treasurer determines that limited changes shall be made to the plan pursuant to P.L., c. (C.) (pending before the Legislature as this bill) or any other relevant statute, the public entity shall have 90 days from receiving notification thereof by the Treasurer to submit a revised plan, and if the Treasurer finds that plan acceptable, the public entity shall have six months to implement the plan for the website and have it readily available to the general public without charge.

In the event the Treasurer finds that a plan submitted by a public entity is wholly unacceptable, the entity shall have 90 days from receiving notification thereof by the Treasurer to submit a revised plan. If the Treasurer finds subsequently that the public entity has not acted in good faith in creating a plan or revising a previously submitted plan, the Treasurer may, at the Treasurer's discretion, withhold further State funds until a plan is submitted that is deemed acceptable by the Treasurer.

The Treasurer shall develop a template for the public entity to use on its Internet website to provide the information required by P.L., c. (C.)(pending before the Legislature as this bill) and shall make the template available to the public entity once the plan of that entity is approved by the Treasurer. Each public entity, once it is in receipt of the template, shall be responsible for updating, on a regular basis, the required information that is to be made available to the public through the template. ¹

¹[5.] $\underline{6}$. This act shall take effect immediately.